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| 13 | UNITED STATES 1 | DISTRICT COURT |
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| 17 18 19 20 21 22 23 24 25 26 | EMMANUEL CORNET, JUSTINE DE CAIRES, GRAE KINDEL, ALEXIS CAMACHO, JESSICA PAN, EMILY KIM, MIGUEL BARRETO, AND BRETT MENZIES FOLKINS, on behalf of themselves and all others similarly situated, Plaintiffs, vs. TWITTER, INC., Defendant. | Case No. 3:22-cv-06857-JD DEFENDANT TWITTER, INC.'S OPPOSITION TO JUDICIAL REFERRAL FOR PURPOSE OF DETERMINING RELATIONSHIP OF CASES |
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TWITTER'S OPPOSITION RE: RELATING CASES CASE NO. 3:22-CV-06857-JD

I. INTRODUCTION

Pursuant to Civil Local Rule 3-12(e), Defendant Twitter, Inc. timely files this opposition to the Referral for Purpose of Determining Relationship issued by the Honorable Trina L. Thompson, the district judge assigned in the matter entitled *Francisco Rodriguez v. Twitter, Inc., et al.*, Case No. 3:22-cv-07222-TLT (*see Cornet* ECF No. 53; *Rodriguez* ECF No. 29).

The only commonality between *Emmanuel Cornet*, et al. v. Twitter, Inc. (Case No. 3:22-cv-06857-JD) ("Cornet") and Francisco Rodriguez v. Twitter, Inc. and PRO Unlimited, Inc. (Case No. 3:22-cv-07222-TLT) ("Rodriguez") is that Twitter is a named defendant in each lawsuit. As described further infra, these cases do not satisfy the definition of "related cases" under Civil Local Rule 3-12(a). First, the Cornet and Rodriguez actions do not involve "substantially the same parties . . . transaction, or event." The claims alleged in Cornet and Rodriguez are substantively different and involve different putative classes (employees in Cornet vs. contract workers in Rodriguez). The claims in Rodriguez are alleged against an additional defendant (PRO Unlimited dba Magnit) that is not a defendant in Cornet. Second, conducting these cases before different Judges will not result in any duplication of labor and expense nor will it lead to any possible conflicting results. Because relating the cases will not serve any efficiencies for the parties or the Court, the Court should find that Cornet and Rodriguez are not "related cases".

II. RELEVANT FACTUAL BACKGROUND

A. Emmanuel Cornet, et al. v. Twitter, Inc., Case No. 3:22-cv-06857-JD

As this Court is aware, on January 13, 2023, Plaintiffs Emmanuel Cornet, Justine de Caires, Grae Kindel, Alexis Camacho, and Jessica Pan were compelled to individual arbitration of their claims. *Cornet* ECF No. 52. The remaining Plaintiffs in the *Cornet* action are Emily Kim, Miguel Barreto, and Brett Menzies Folkins, all of whom are former Twitter employees that worked outside of California. *See Cornet, et al.* Second Amended Complaint ("SAC") ¶¶ 14-16. The SAC pleads claims for breach of contract; breach of contract (third-party beneficiary);

¹ In addition, Lichten & Liss-Riordan, P.C. is counsel of record for the Plaintiffs in both the *Cornet* and *Rodriguez* lawsuits.

| promissory estoppel; violation of the federal WARN Act; violation of the California WARN Act; |
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| failure to pay all wages and benefits immediately upon termination; and a claim for relief |
| pursuant to the Declaratory Judgment Act. Currently pending before the Court in Cornet (and |
| scheduled to be heard on February 23, 2023) is Twitter's motion to transfer venue to Delaware |
| federal court and, in the alternative, motion to dismiss the claims of Kim, Barreto, and Folkins, |
| with the latter motion based, in part, on the allegations in the SAC which demonstrate that Kim, |
| Barreto, and Folkins each received advance notice of their terminations in full compliance with |
| applicable WARN Act notice requirements. As a result, the crux of the Cornet SAC is the breach |
| of contract claims; specifically, Plaintiffs allege that they and putative class members are entitled |
| to severance benefits and other employment benefits as third-party beneficiaries under the |
| Agreement and Plan of Merger between X Holdings I, Inc., X Holdings II, Inc., and Twitter (the |
| "Merger Agreement") and/or pursuant to promises allegedly made to them premised upon the |
| Merger Agreement. SAC pp. 12-14, Counts I - III. |
| R Francisco Rodriguez v. Twitter Inc. and PRO Unlimited Inc. Case No. 3:22 |

B. Francisco Rodriguez v. Twitter, Inc. and PRO Unlimited, Inc., Case No. 3:22-cv-07222-TLT

Rodriguez is a former employee of PRO Unlimited, Inc. dba Magnit ("Magnit"). *Rodriguez* ECF No. 26-1 (Declaration of Rose Arruda), ¶ 7. Magnit, a contract workforce provider, employs workers and places them at client job sites to perform services. *Id.* Magnit is responsible for onboarding its employees, including providing employees with an "Arbitration Policy and Agreement" that Magnit drafted. *Id.* Twitter is a Magnit client. *Id.* ¶ 2. Magnit placed Rodriguez at Twitter's Santa Monica, California office to provide services as a "Gaming Partnership Coordinator" in November 2021. *Rodriguez* Complaint ("Compl.") ¶ 1.

On or about November 14, 2022, Rodriguez stopped performing services at Twitter's job site. *Id.* ¶ 15. Just a mere two days later, on November 16, 2022, Rodriguez filed a complaint alleging putative class claims for: (1) violation of WARN Act (29 U.S.C. §§ 2101 *et seq.*); (2) violation of the California WARN Act (Cal. Lab. Code §§ 1400 *et seq.*); and (3) failure to pay all wages and benefits immediately upon termination (Cal. Lab. Code §§ 201, 203, 227.3).

Rodriguez ECF No. 1. Although Rodriguez was a contract worker and not a Twitter employee,

| Rodriguez alleges that Magnit and Twitter jointly employed him. Compl. ¶¶ 2, 17. Rodriguez | | |
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| alleges that Twitter's contract workforce is subject to the WARN Act notice requirements, and | | |
| that Magnit (and Twitter) failed to provide contract workers with notice in advance of their work | | |
| ending. Compl. ¶¶ 16-17. Rodriguez also alleges that contract workers were not provided full | | |
| final pay, benefits, or expense reimbursement on their last day of employment. Compl. ¶ 18. The | | |
| Complaint in Rodriguez does not include any allegations or claims for relief relating to severance | | |
| benefits, nor are there any allegations relating to the Merger Agreement. | | |
| III. LEGAL ARGUMENT | | |
| A. The <i>Cornet, et al.</i> and <i>Rodriguez</i> Actions Do Not Meet the Definition of "Related Cases" Set Forth in Civil Local Rule 3-12(a). | | |
| 1. The Actions Do Not Concern Substantially the Same Parties, Property. Transactions, or Events. | | |

Civil Local Rule 3-12(a) states that "[a]n action is related to another when [t]he actions concern substantially the same parties, property, transaction, or event." Here, the *Cornet* and *Rodriguez* actions do not involve "substantially the same parties, transaction or event." The *Cornet* lawsuit was brought on behalf of a putative class of Twitter former employees. SAC ¶ 17. In contrast, the *Rodriguez* lawsuit was brought on behalf of a putative class of contract workers employed by Magnit who performed services at Twitter's offices. Compl., p. 2, ¶ 2. Plaintiffs' counsel clearly does not view these cases as "related" given that Plaintiffs' counsel filed two separate lawsuits and, in the months since these lawsuits began, have never filed any Administrative Motion to Consider Whether Cases Should be Related, as required by Northern District Civil Local Rule 3-12(b).

Although both lawsuits allege violations of the federal and California WARN Acts, such claims are alleged as to *different* putative classes, *i.e.*, the classes do not overlap. In addition, the federal and California WARN Act claims in the *Cornet* lawsuit are effectively a red herring because, as the allegations in the SAC demonstrate and as articulated in the pending motion to dismiss, each of the remaining named Plaintiffs in *Cornet* received timely and compliant notice of their terminations (thus negating any WARN claims) and, in addition, none of them could bring a California WARN Act claim in any event because each of them reside in and worked in states

outside of California. SAC ¶¶ 14-16. The primary claims in *Cornet* relate to alleged breach of contract based upon the Merger Agreement. In contrast, the *Rodriguez* lawsuit does not include any claims for breach of contract or any entitlements under the Merger Agreement. Also, Plaintiff in the *Rodriguez* lawsuit, as a threshold matter, needs to prove joint employment and/or misclassification to assert any WARN claims against Twitter – and the issue of joint employment and/or misclassification does not exist in *Cornet*.

2. No Risk of Duplication of Labor and Expense or Conflicting Results Exists If the Cases Remain Before Different Judges.

Civil Local Rule 3-12(b) states that "[a]n action is related to another when...[i]t appears likely that there will be an unduly burdensome duplication of labor and expense or conflicting results if the cases are conducted before different Judges." Here, there is no such risk as the *Cornet* and *Rodriguez* lawsuits involve different issues, the resolution of which will have absolutely no bearing on one another. For example, there are two different arbitration agreements at issue in *Cornet* and *Rodriguez*. Twitter drafted the agreement in *Cornet*, while Magnit drafted the agreement signed by *Rodriguez* – the agreements include substantively different terms. Thus, while the *Cornet* motion to compel arbitration has been granted and all named *Cornet* plaintiffs that are subject to the Twitter arbitration agreement have been compelled to arbitration, the *Rodriguez* arbitration agreement, which has several provisions that differ from the *Cornet* agreement, must still be adjudicated on its own merits. ²

Also, Twitter filed a Motion to Transfer Venue and/or Motion to Dismiss in *Cornet* that is currently pending. The Motion to Transfer Venue is premised on the Plaintiffs' attempt to enforce the terms of the Merger Agreement, which contains an express forum-selection provision stating that the exclusive venue for any legal proceedings "aris[ing] out of or relating to" the Merger Agreement shall be the courts of Delaware. This issue is specific to the *Cornet* lawsuit, as *Rodriguez* does not make any claims under the Merger Agreement. Twitter alternatively moved to dismiss the *Cornet* Plaintiffs' claims because (1) the face of the SAC clearly

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² Twitter and Magnit each filed a motion to compel arbitration in *Rodriguez*. Both motions are set to be heard on March 14, 2023. Assuming Twitter and Magnit's motions are granted (and they should be), the *Rodriguez* lawsuit will no longer be pending in the Northern District.

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| | demonstrates that they received timely and compliant notice of their terminations (see SAC ¶¶ 14 |
| | 16) and (2) all of the Plaintiffs live and worked outside of California (<i>Id.</i>) and cannot bring claims |
| | pursuant to California law. The same claims that are issue in <i>Rodriguez</i> will <i>not</i> be affected by |
| | the outcome of the <i>Cornet</i> Motion to Dismiss, regardless of whether it is granted or denied. |
| | Whether Twitter's employees received timely and compliant notice of their terminations has |
| | nothing to do with whether Magnit-employed contract workers received timely and compliant |
| | notice of the termination of their contracts. The issue of the joint employment is unique to the |
| | Rodriguez lawsuit. Any orders relating to Twitter's relationship with Magnit and/or its |
| | employees will not impact the <i>Cornet</i> lawsuit in any way, as Twitter is the only named defendant |
| | in Cornet and there are no allegations pertaining to an alleged joint employer relationship in |
| | Cornet. |
| | IV. CONCLUSION |
| | The Cornet and Rodriguez lawsuits are not "related" under the criteria established in |
| | Local Rule 3-12. Relating the two cases will not serve any efficiencies, as both cases involve |
| | different facts and legal issues, and there is zero risk of conflicting rulings if the cases remain |
| | before the currently assigned Judges. |
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| | Dated: January 20, 2023 MORGAN, LEWIS & BOCKIUS LLP |
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| | By <u>/s/ Eric Meckley</u> Eric Meckley |
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